

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

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MEMORANDUM

TO: Arlington Retirement Board

FROM: John W. Parsons, Esq., Executive Director

RE: Approval of Funding Schedule

DATE: November 30, 2022

This Commission is hereby furnishing you with approval of the revised funding schedule you recently adopted (copy enclosed). The schedule assumes payments are made on July 1 of each fiscal year. The schedule is effective in FY23 (since the amount under the prior schedule was maintained in FY23) and is acceptable under Chapter 32.

The revised schedule reflects an adjustment to the fully generational mortality assumption.

If you have any questions, please contact PERAC's Actuary, John Boorack, at (617) 666-4446, extension 935.

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ARLINGTON CONTRIBUTORY RETIREMENT SYSTEM **FUNDING SCHEDULE**

Fiscal Year	Normal Cost	Unfunded Liability	Funding Amortization of UAAL	Net 3(8)(c) Payments	Schedule Contribution*	% Change
2024	3,221,906	120,401,128	13,124,783	(66,412)	16,280,277	5.50%
2025	3,366,892	114,785,688	13,875,213	(66,412)	17,175,692	5.50%
2026	3,518,402	107,974,209	14,668,366	(66,412)	18,120,355	5.50%
2027	3,676,730	99,837,252	15,506,657	(66,412)	19,116,975	5.50%
2028	3,842,183	90,233,736	16,392,638	(66,412)	20,168,408	5.50%
2029	4,015,081	79,009,975	17,329,002	(66,412)	21,277,671	5.50%
2030	4,195,760	65,998,641	18,318,596	(66,412)	22,447,943	5.50%
2031	4,384,569	51,017,649	19,364,423	(66,412)	23,682,580	5.50%
2032	4,581,874	33,868,951	20,469,659	(66,412)	24,985,121	5.50%
2033	4,788,059	14,337,242	14,337,242	(66,412)	19,058,889	-23.72%
2034	5,003,521	-	-	(66,412)	4,937,109	-74.10%

Amortization of Unfunded Liability as of July 1, 2023

* Contributions are set to be the amount resulting from a 5.5% increase on the prior year's contribution. The contribution in FY2033 decreases by 23.72%.

Bases in the funding schedule:

- Amortization of the unfunded actuarial accrued liability: 10 years.